



FIRE AND POLICE RETIREMENT BOARD

The Fire and Police Retirement Board held a regular meeting in Meeting Room A, 2nd Floor, City Hall, 2600 Fresno Street, Fresno, California at the hour of 2:30 p.m. on the day above written.

Roll Call at 2:53 p.m.

Present:

Brian Burry	Chair
Darrell Fifield	Vice Chair
Carla Lombardi	Member
Paul Cliby	Member
Stephen Guinn	Member

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APPROVE AGENDA OF JULY 29, 2003 :

Upon call and hearing no objection, agenda is approved as presented.

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APPROVE MINUTES OF JUNE 11, 2003, :
REGULAR BOARD MEETING :

Chair Burry entertains a motion to approve minutes as presented.

ON MOTION of Member Guinn seconded by Member Cliby, duly carried, RESOLVED to approve the minutes of June 11, 2003, hereby approved by the following vote:

Ayes:	Burry, Fifield, Guinn, Lombardi, Cliby
Noes:	None
Abstain:	None
Absent:	None

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TIMED SCHEDULED HEARINGS AND MATTERS

CONDUCT THE ANNUAL ELECTIONS OF
BOARD CHAIRMAN AND VICE CHAIRMAN
IN ACCORDANCE WITH ARTICLE 1,
SECTION 1 OF THE RETIREMENT BOARDS
RULES AND REGULATIONS :

Upon call, Member Burry calls for nominations for Chair. Member Guinn nominates Brian Burry for Chair. Hearing no objections or nominations, Chair Burry closes nomination.

ON MOTION of Member Guinn seconded by Member Fifield, duly carried, RESOLVED to elect Brian Burry as Chairman of the Fire and Police Retirement Board, hereby approved by the following vote:

Ayes:	Burry, Fifield, Guinn, Lombardi, Cliby
Noes:	None
Abstain:	None
Absent:	None

Upon call, Member Burry calls for nominations for Vice-Chair. Member Cliby nominates Darrell Fifield for Vice Chair. Hearing no objections or nominations, Chair Burry closes nomination.

ON MOTION of Member Cliby seconded by Member Guinn, duly carried, RESOLVED to elect Darrell Fifield as Vice-Chairman of the Fire and Police Retirement Board, hereby approved by the following vote:

Ayes:	Burry, Fifield, Guinn, Lombardi, Cliby
Noes:	None
Abstain:	None
Absent:	None

Chair Burry states he and Employees Chair Quick report that the Committee structure will remain as is and any concerns can be directed to them.

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CONSIDER REQUEST FOR LABOR AND
THE CITY TO APPROVE A REVISED FEE
PROPOSAL FROM MERCER HUMAN
RESOURCES TO STUDY THE FINANCIAL
IMPACTS OF TWO PROPOSED BENEFIT
ENHANCEMENTS TO THE SYSTEM

Administrator McDivitt reviews the letter received from FPOA, reporting that the System is in the process of an RFP for actuarial services, which is a significant issue when spending 48,000 for a study, because quite often these studies require a second compilation, believes Mercer would provide a solid report and would consent to an extension if its necessary to a revise study, and this is a concern. Administrator further reports that he has had discussions with Mike Oliver from FPOA, who commented he felt they were capable of waiting and if new firm is implemented it would be sometime in December before that firm can start working on this project, would prefer to go forward with the Mercer contract knowing the risk that the System may switch actuarial firms. Member Burry questioned if fees would remain the same with Administrator McDivitt responding. Member Fifield expressed concern regarding the City's response to accepting a study prepared by a firm that the Board did not hire and the fees that could change as a result. Administrator McDivitt responds to discussion regarding input from the City, actuarial computer glitch and fee proposals with Members Burry, Lombardi and Cliby speaking to the issue. Member Fifield added to report recent decisions during the negotiations with the City and bargaining groups, which could be related to this issue and discussion followed regarding fiduciary liability, the System funding the study with legal counsel responding. Member Cliby with Member Burry concurring to propose that the System is willing to fund this actuary study only, up to \$16,000 and Member Lombardi adding to request that Mercer lower the cost. Administrator McDivitt

expressed concern that this can be difficult during an RFP process and is uncomfortable with that.

Upon call, Member Guinn had no further comment and concurs with the proposal. Member Fifield added to direct staff to draft letters to the affected bargaining groups regarding the systems action.

ON MOTION of Member Cliby seconded by Member Guinn duly carried, RESOLVED, to fund the proposed actuary study, up to \$16,000, hereby approved by the following vote:

Ayes:	Burry, Fifield, Lombardi, Cliby, Guinn
Noes:	None
Abstain:	None
Absent:	None

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CONSENT CALENDAR

CONFIRM DATE AND TIME FOR THE NEXT
REGULAR MEETING OF THE FIRE AND
POLICE RETIREMENT BOARD FOR 2:30
P.M. ON AUGUST 13, 2003, FRESNO CITY
HALL, 2600 FRESNO STREET, MEETING
ROOM 2165-A

APPROVE MONTHLY TRUST FUND
ACTIVITY REPORTS FOR MAY 2003

APPROVE MONTHLY BUDGET REPORT
FOR MAY 2003

APPROVE APPLICATION FOR SERVICE-
CONNECTED DISABILITY RETIREMENT
FILED BY THE CITY OF FRESNO ON
BEHALF OF BOBBY WILLIAMHAM,
FIREFIGHTER SPECIALIST

APPROVE APPLICATION FOR SERVICE-
CONNECTED DISABILITY RETIREMENT
FILED BY JEFFREY TAYLOR, POLICE
OFFICER

APPROVE APPLICATION FOR SERVICE
RETIREMENT FILED BY JOHNNY J. MEJIA,
EMPLOYEE IN THE POLICE DEPARTMENT,
EFFECTIVE MAY 1, 2003.

APPROVE APPLICATION FOR SERVICE
RETIREMENT FILED BY JAMES H. LYON,
EMPLOYEE IN THE POLICE DEPARTMENT,
EFFECTIVE JULY 2, 2003.

APPROVE APPLICATION FOR SERVICE
RETIREMENT FILED BY MICHAEL E.
SMITH, A VESTED EMPLOYEE, EFFECTIVE
JULY 16, 2003.

APPROVE APPLICATION FOR SERVICE
RETIREMENT FILED BY JAMES A. HAMAN,
EMPLOYEE IN THE POLICE DEPARTMENT,
TO BE EFFECTIVE AUGUST 6, 2003.

APPROVE APPLICATION FOR DEFERRED
RETIREMENT OPTION PROGRAM (DROP)
FOR THE FOLLOWING INDIVIDUALS AS
OF AUGUST 1, 2003:

Fire: None

Police: Mark Madden
Donald Mitchell
Michael S. Smith

CHANGE OF BENEFICIARY

Sharon Bertao	Jeremy Maffei
Sergio Briseno	Robert E. Milla
Chris P. Desmond	Justin Moore
Lawrence French	Brendan T. Rhames
Gildardo M. Holquin	Kenneth W. Sumner Jr.

ACCEPT REPORT OF RETIREMENT REFUNDS:

<u>Employee</u>	<u>Separation Date</u>	<u>Amount</u>
Thay M. Moua	5/9/03	\$ 551.00

Chair Burry entertains a motion to approve consent calendar as presented.

ON MOTION of Member Cliby seconded by Member Lombardi duly carried, RESOLVED to
approve the consent calendar, hereby approved by the following vote:

Ayes: Burry, Fifield, Lombardi, Cliby, Guinn
Noes: None
Abstain: None
Absent: None

EMPLOYEE PERSONNEL ISSUES

None.

STAFF INITIATED ITEMS

None.

BOARD INITIATED ITEMS

RESOLUTION – APPROVE RESOLUTION
ESTABLISHING AN ANNUAL NET
EFFECTIVE INTEREST RATE FOR THE

DEFERRED RETIREMENT OPTION
PROGRAM FOR FISCAL YEAR 2004.

Administrator McDivitt reviewed the recommendation of the Administrative Committee and summarized the report as presented.

Chair Burry entertains a motion to approve.

ON MOTION of Member Cliby seconded by Member Lombardi duly carried, RESOLVED to approve resolution establishing an annual net effective interest rate to be 2.82 percent for the deferred retirement option program for fiscal year 2004, hereby approved by the following vote:

Ayes: Burry, Fifield, Lombardi, Cliby, Guinn
Noes: None
Abstain: None
Absent: None

GENERAL DISCUSSION

None.

INFORMATION ONLY ITEMS

None.

UNSCHEDULED ORAL COMMUNICATIONS

None.

PROPOSED AGENDA ITEMS FOR NEXT BOARD MEETING

None.

PUBLIC COMMENTS

None.

ADJOURNMENT – 2:49 p.m.

There being no further business to bring before the Board, and hearing no objections, Chair Burry declares the Fire and Police Retirement Board regular meeting adjourned.

Brian Burry, Chair
Fire and Police Retirement Board

Pattie Laygo
Retirement Board Secretary/Deputy